

FEDERAL ELECTION COMMISSION WASHINGTON, D.C. 20463

Jonica Hope

JUL 2 2 2013

Nixa, MO 65714-9365

RE:

MUR 6627

Jonica Hope

Dear Ms. Hope:

On August 22, 2012 and September 11, 2012, the Federal Election Commission notified you of a complaint and supplemental complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended ("the Act"). Copies of the complaint and supplemental complaint were forwarded to you at that time.

Upon further review of the allegations contained in the complaint, the Commission, on July 9, 2013, voted to dismiss this matter. Accordingly, the Commission closed its file in the matter.

Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70426 (Dec. 18, 2003) and Statement of Policy Regarding Placing First General Counsel's Reports on the Public Record, 74 Fed. Reg. 66132 (Dec. 14, 2009). The Factual and Legal Analysis, which more fully explains the Commission's decision, is enclosed for your information.

If you have any questions, please contact Kimberly Hart, the attorney assigned to this matter, at (202) 694-1650.

Sincerely,

Mark Shonkwiler

Assistant General Counsel

Enclosure

Factual and Legal Analysis

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2 3	FACTUAL AND LEGAL ANALYSIS	
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8 9	9 RESPONDENTS: Common Sense Exchange d/b/a Rally	for Common
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.1 .2 .3	2 Jonica Hope	
4	4 I. <u>INTRODUCTION</u>	
.5 .6	This matter was generated by a complaint filed by Thomas Shane Stilson. See	
7	7 2 U.S.C. § 437(g)(a)(1). C. Michael Moon was a candidate in the 2012 Republication	n primary in
8	the Missouri seventh congressional district. His principal campaign committee is Mike Moon fo	
9	Congress and Craig Comstock in his official capacity as treasurer (the "Committee"). Common	
20	Sense Exchange d/b/a Rally for Common Sense is a non-profit corporation. Jonica Hope is an	
21	alleged Committee volunteer and webmaster for the rally held by Common Sense Exchange.	
22	The Complaint alleges that Respondents violated the Federal Election Cam	paign Act of
23	1971, as amended (the "Act"), and Commission regulations in connection with Moon's	
24	acceptance of an in-kind contribution resulting from the waiver or payment by a th	ird party of a
25:	25 \$1,000 booth rental fee at a rally.	
26	Separate responses were filed by Moon, and the Committee. See Moon Re	sp. (Sept. 10,
27	27 2012), and Committee Resp. (Sept. 10, 2012). Common Sense Exchange and Joni	ca Hope did
20	28 not submit Responses 1 As detailed below the Commission decided to dismiss a	a matter of

The Commission attempted to notify Common Sense Exchange on two separate occasions (August 22, 2012, and September 11, 2012) at the same address found on its website, but both packages were returned as undeliverable. It also sent a notification letter to Jonica Hope but did not receive a response from her. See Letter to Kim Paris, Common Sense Exchange Rally d/b/a Rally for Common Sense from Jeff Jordan, CELA (Aug. 22, 2012)

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MUR 6627 (Moon)
Factual and Legal Analysis
for Common Sense Exchange
and Jonica Hope

- 1 prosecutorial discretion, the allegations relating to the receipt of a \$1,000 prohibited in-kind
- 2 corporate contribution pursuant to *Heckler v. Chaney*, 470 U.S. 821 (1985).

II. FACTUAL AND LEGAL ANALYSIS

The Committee had a booth at the May 19, 2012, Rally for Common Sense, which was

5 staged by Common Sense Exchange. The Complaint alleges that Jonica Hope, a Committee

volunteer and webmaster for the Rally, may have waived the \$1,000 booth fee for the

7 Committee. Compl. at 2. If Common Sense Exchange made an in-kind contribution, it would

have violated 2 U.S.C. § 441b because Common Sense Exchange is non-profit corporation. See

http://www.sos.mo.gov/kbimaging/29374539.pdf (last accessed Feb. 2, 2013). On this basis, the

Complaint alleges that the Rally may have made, and the Committee may have accepted and

failed to report, a prohibited corporate in-kind contribution from Common Sense Exchange in

12 violation of 2 U.S.C. §§ 441b and 434(b). *Id*.

The Committee responds that the July 2012 Quarterly Report does, in fact, contain an unitemized expenditure totaling \$750 in connection with the Rally. Committee Resp. at 1; Moon

Resp. at 2; see July 2012 Quarterly Report (Summary Page) (filed on Jul. 14, 2012). Neither

response, however, indicates that the \$750 disbursement was for the booth rental fee. *Id.*

17 According to the Committee, it may have "misinterpreted" the filing requirements regarding this

expenditure, but it is willing to amend the report to itemize this particular disbursament. Id. The

meaning of the Committee's statement is unclear. It may indicate that the \$750 expenditure

represents the booth rental fee but that the Committee was unaware it was required to itemize the

21 expenditure. The Committee does not, however, address the \$250 difference between the \$1,000

and (Sept. 11, 2012) (Notification Letters); Letter to Jonica Hope from Jeff Jordan, CELA (Aug. 22, 2012) (Notification Letter).

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- 1 fee and the \$750 reported expenditure. Further, the Committee does not dispute the information
- 2 showing that federal candidates were required to pay \$1,000 for the booth rental. Compl., Ex.
- 3 A1.
- Since we were unable to notify Common Sense Exchange, and Jonica Hope did not file a
- 5 response, we cannot determine the reason for the \$250 variance. It is possible that Common
- 6 Sense Exchange provided a commercially reasonable discount from \$1,000 to \$750, that
- 7 Common Sense Exchange provided a discount resulting in a \$250 in-kind contribution, or that
- 8 Common Sense Exchange waived the fee altogether.
- Regardless, we do not believe that this potential violation warrants further action by the
- 10 Commission, given the resources that would be necessary to investigate the matter which
- involves a negligible amount of money. Accordingly, the Commission decided to exercise
- 12 prosecutorial discretion and dismiss the allegation as to Common Sense Exchange, the
- 13 Committee, Moon, and Hope pursuant to Heckler v. Chanev.